103D CONGRESS 1ST SESSION

# S. 1200

To amend the Stevenson-Wydler Technology Innovation Act of 1980 to establish the National Quality Commitment Award with the objective of encouraging American universities to teach total quality management, to emphasize the importance of process manufacturing, and for other purposes.

#### IN THE SENATE OF THE UNITED STATES

JULY 1 (legislative day, JUNE 30), 1993

Mr. Domenici introduced the following bill; which was read twice and referred to the Committee on Commerce, Science, and Transportation

## A BILL

To amend the Stevenson-Wydler Technology Innovation Act of 1980 to establish the National Quality Commitment Award with the objective of encouraging American universities to teach total quality management, to emphasize the importance of process manufacturing, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 **SECTION 1. SHORT TITLE.**
- 4 This Act may be cited as the "National Quality Com-
- 5 mitment Award Act of 1993".

### 1 SEC. 2. PURPOSE.

2	It is the purpose of this Act to provide for the estab-
3	lishment and conduct of a national commitment to quality
4	award program under which awards are given to institu-
5	tions of higher education that—
6	(1) teach effective total quality management;
7	(2) reorient their education programs to empha-
8	size the value and prestige of pursuing careers in
9	process manufacturing engineering;
10	(3) apply total quality management to the oper-
11	ations of their institution of higher education; and
12	(4) apply total quality management in their
13	joint research and development contracts with pri-
14	vate industry.
15	SEC. 3. AWARD PROGRAM.
16	The Stevenson-Wydler Technology Innovation Act of
17	1980 (15 U.S.C. 3701 et seq.) is amended by adding at
18	the end the following new section:
19	"SEC. 22. NATIONAL COMMITMENT TO QUALITY AWARD
20	PROGRAM.
21	"(a) Program Established.—
22	"(1) IN GENERAL.—The Secretary shall carry
23	out an award program to be known as the National

25 "(2) CONTENTS.—In carrying out the award 26 program described in paragraph (1), the Secretary—

Commitment to Quality Award Program.

24

1	"(A) shall conduct a competition and make
2	monetary awards in accordance with subsection
3	(b)(1);
4	"(B) may make special awards in accord-
5	ance with subsection (b)(2); and
6	"(C) shall provide each recipient of such a
7	monetary or special award with a medal de-
8	scribed in paragraph (3).
9	"(3) MEDAL.—Each recipient of an award
10	under this section shall receive a medal bearing the
11	inscriptions 'National Commitment to Quality
12	Award' and 'The Quest for Excellence'. The medal
13	shall be of such design and materials and bear such
14	additional inscriptions as the Secretary may pre-
15	scribe.
16	"(4) Designation.—Awards under this section
17	shall be known as National Commitment to Quality
18	Awards.
19	"(b) Awards.—
20	"(1) Competition for monetary awards.—
21	(A) From amounts appropriated pursuant to the au-
22	thority of subsection (j), the Secretary shall periodi-
23	cally conduct a competition and make at least 3
24	monetary awards to institutions of higher education
25	in accordance with the provisions of this section.

1	"(B) The monetary awards described in sub-
2	paragraph (A) shall be in an amount equal to—
3	"(i) \$3,000,000 for the institution of high-
4	er education receiving first place in the competi-
5	tion described in subparagraph (A);
6	"(ii) \$2,000,000 for the institution receiv-
7	ing second place in such competition;
8	"(iii) \$1,000,000 for the institution receiv-
9	ing third place in such competition; and
10	"(iv) not more than \$1,000,000 for any
11	other such institution receiving an award pursu-
12	ant to such competition.
13	"(2) Specialized Awards.—(A) From
14	amounts appropriated pursuant to the authority of
15	subsection (j), the Secretary may award to any insti-
16	tution of higher education that excels in teaching or
17	practicing either total quality management or proc-
18	ess manufacturing engineering services productivity
19	improvement a specialized award.
20	"(B) The specialized award described in sub-
21	paragraph (A) shall be in an amount which is not
22	more than \$500,000.
23	"(3) Application fee prohibited.—The Sec-
24	retary shall not charge an institution of higher edu-

1	cation a fee in order to apply for or receive an award
2	under this section.
3	"(c) Making and Presentation of Awards.—
4	"(1) In General.—The President (on the
5	basis of recommendations received from the Sec-
6	retary), or the Secretary, shall periodically make
7	awards to institutions of higher education which in
8	the judgment of the President or the Secretary have
9	substantially benefited the economic and social well
10	being of the United States through activities that—
11	"(A) teach effective total quality manage-
12	ment techniques and approaches;
13	"(B) demonstrate continuous improvement
14	in the institution's total quality management
15	curriculum;
16	"(C) emphasize the value and prestige of
17	pursuing careers in process manufacturing en-
18	gineering;
19	"(D) demonstrate continuous improvement
20	in the institution's education program through
21	application of total quality management prin-
22	ciples within the institution; and
23	"(E) demonstrate commitment and appli-
24	cation of total quality management principles in

- joint research relationships that the institution maintains with private industry.
  - "(2) Presentation ceremony.—The presentation of the awards under this section shall be made by the President or the Secretary with such ceremonies as the President or the Secretary may deem proper.
    - "(3) Publication and ineligibility.—An institution of higher education to which an award is made under this section, and which agrees to help other institutions of higher education improve their total quality management curriculum may publicize its receipt of such award, but such institution shall be ineligible to receive another such award for a period of 5 years.
    - "(4) USE OF AWARD.—An institution of higher education receiving an award under this section shall use the proceeds of such award to further improve the total quality management and process manufacturing engineering curriculum of such institution.

### "(d) Award Criteria.—

"(1) IN GENERAL.—Awards under this section shall be made to qualifying institutions of higher education that place an emphasis on—

1	"(A) total quality management, includ-
2	ing—
3	"(i) leadership in teaching how to cre-
4	ate a quality culture;
5	"(ii) leadership in teaching informa-
6	tion and analysis such as statistical proc-
7	ess contracts for quality improvement;
8	"(iii) the effectiveness of the institu-
9	tion's quality improvement program to
10	teach integration of quality requirements
11	into businesses' plans;
12	"(iv) the success of the institution's
13	efforts to teach students how to realize the
14	full potential of the work force for quality;
15	"(v) teaching quality awareness;
16	"(vi) emphasis on customer satisfac-
17	tion;
18	''(vii) leadership in teaching how to
19	integrate the total quality management
20	philosophy; and
21	"(viii) demonstrated success in teach-
22	ing students how to instill the full potential
23	total quality management philosophy in the
24	work force;

1	"(B) the importance of process manufac-
2	turing, including—
3	"(i) leadership in teaching a better
4	understanding of market forces and indus-
5	try needs, industrial processes, and manu-
6	facturing and quality practices that are
7	driven by market pull, not science push;
8	"(ii) leadership in developing and
9	teaching a more accelerated approach to
10	research, development, and manufacturing
11	in order to teach students how to move
12	products more quickly from the basic re-
13	search phase to the commercialization
14	phase with an emphasis on teamwork;
15	"(iii) leadership in teaching better in-
16	tegration of design and production, includ-
17	ing teaching students how to design with
18	manufacturability in mind, and to focus on
19	cost-effectiveness, quality reliability, sim-
20	plicity, flexibility, and modularity; and
21	"(iv) leadership in teaching students
22	to give greater consideration to potential
23	commercial applications in the planning
24	and conduct of research and development
25	through input from potential users, and

1	closer working relationship between the na-
2	tional research laboratories, industry, and
3	universities.
4	"(e) Criteria for Qualification.—
5	"(1) IN GENERAL.—(A) An institution of high-
6	er education may qualify for an award under this
7	section only if such institution—
8	"(i) applies to the Secretary in writing, for
9	the award;
10	''(ii) permits a rigorous evaluation in ac-
11	cordance with subparagraphs (B) and (C) of
12	the success of the institution's curriculum for
13	total quality management and process manufac-
14	turing engineering; and
15	"(iii) meets such requirements and speci-
16	fications as the Secretary, after receiving rec-
17	ommendations from the board of overseers, de-
18	termines to be appropriate to achieve the pur-
19	poses of this section.
20	"(B) In carrying out the provisions of clause
21	(ii) of subparagraph (A), the Secretary shall develop
22	evaluation criteria and procedures.
23	"(C) In applying the provisions of clause (iii) of
24	subparagraph (A) with respect to any institution of
25	higher education, the Secretary shall rely upon in-

1	tensive evaluation by the board of overseers which
2	shall—
3	"(i) review the information submitted by
4	the institution of higher education, and through
5	a site visit verify the achievements of—
6	''(I) the total quality management
7	curriculum and process manufacturing en-
8	gineering programs of such institution; and
9	"(II) such institution in practicing
10	total quality management;
11	"(ii) encompass all aspects of the institu-
12	tion of higher education's total quality manage-
13	ment and process manufacturing engineering
14	program, as well as such institution's future
15	goals for its total quality management and
16	process manufacturing engineering curriculum;
17	and
18	"(iii) include an analysis of whether the in-
19	stitution of higher education in practicing or
20	applying total quality management to its rela-
21	tionships with industry and in its day-to-day
22	administration of the institution.
23	"(2) Contractual Arrangements.—The
24	Secretary may, under appropriate contractual ar-
25	rangements, carry out the Secretary's responsibil-

- ities under subparagraphs (A) and (B) of paragraph

  (1) through one or more broadbased nonprofit enti
  ties which are leaders in the field of quality improvement programs and which have a history of service
- 5 to society.
- 6 "(3) Responsibilities of the board 7 OVERSEERS.—The board of overseers shall meet annually to review the work of the Secretary or the 8 9 contractor and make such suggestions for the improvement of the award process as such board 10 11 deems necessary. The board of overseers shall report the results of the award activities to the Secretary 12 each fiscal year, along with its recommendations for 13 14 improvement of the award process.
- "(f) Information and Evaluation.—The Secretary shall ensure that each applicant for an award under this section receives the complete results of the evaluation of such institution conducted pursuant to subsection (e)(1)(ii) as well as detailed explanations of all suggestions for improvements. The Secretary shall also provide information about the awards and successful total quality management and process manufacturing engineering curriculum of the award-winning institutions of higher education to each applicant for an award under this section and other appropriate groups.

- 1 "(g) Funding.—The Secretary is authorized to seek
- 2 and accept gifts and donations of property or services
- 3 from public and private sources to carry out the award
- 4 program assisted under this section.
- 5 "(h) Report.—The Secretary shall prepare and sub-
- 6 mit to the President and the Congress, within 3 years
- 7 after the date of the enactment of this section, a report
- 8 on the progress, findings, and conclusions of activities con-
- 9 ducted pursuant to this section along with a recommenda-
- 10 tion for possible modifications thereof.
- 11 "(i) Definitions.—For the purpose of this sec-
- 12 tion—
- 13 "(1) the term 'board of overseers' means the
- board of overseers established pursuant to section
- 17(d)(2)(B) of this Act for the year in which the de-
- termination is made;
- 17 "(2) the term 'manufacturing process tech-
- nology' means engineering training which specializes
- in understanding and implementing a manufacturing
- 20 process under which a high quality product is pro-
- duced in a timely fashion, including simulative engi-
- neering and the skills necessary for rapid represent-
- 23 ative prototyping;
- 24 "(3) the term 'Secretary' means the Secretary
- of Commerce; and

1	"(4) the term 'total quality management' means
2	a management approach which includes—
3	"(A) systems thinking; and
4	"(B) statistical proces control, theories of
5	human behavior, leadership, and planning that
6	is quality-driven, customer-oriented, and com-
7	mitted to teamwork.
8	"(j) Authorization of Appropriations.—There
9	are authorized to be appropriated such sums as may be
0	necessary for each fiscal year to carry out this section.".

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